#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT ) CASE NO. OF HENDRON WATER DISTRICT ) 2003-00273

### ORDER

On July 18, 2003, Hendron Water District (Hendron) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. On July 28, 2003, Hendron filed a revised application proposing to establish a minimum bill for a 4-inch meter.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Hendron purchases water from Paducah Water Works ( Paducah ).
- 2. Paducah notified Hendron that effective with its July 1, 2003 billing its wholesale water rate would increase from \$1.24 per 1,000 gallons to \$1.35 per 1,000 gallons. Hendron proposes to increase the water rates to its customers effective with bills issued on and after August 1, 2003.
- 3. During the 12 months ending May 31, 2003, Hendron purchased 194,256,000 gallons of water from Paducah and sold 174,152,600 gallons. The increase in the cost of purchased water is \$21,368, resulting in a purchased water adjustment of \$0.12 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.12 per 1,000 gallons is fair, just, and reasonable and should be approved.

5. The 4-inch minimum bill is fair, just, and reasonable and should be approved.

### IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.12 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for bill issued on and after August 1, 2003.
  - 2. The proposed tariff sheets filed by Hendron are approved as filed.

Done at Frankfort, Kentucky, this 1<sup>st</sup> day of August, 2003.

By the Commission

ATTEST:

Executive Director

#### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00273 DATED August 1, 2003

The following rates and charges are prescribed for the customers in the area served by Hendron Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

## **Monthly Water Rates**

## Schedule No. 1

5/8 x 3/4 Meter First 2,000 Gallons Next 3,000 Gallons Next 5,000 Gallons Next 10,000 Gallons Next 30,000 Gallons Next 50,000 Gallons Over 100,000 Gallons	\$7.72 Minimum Bill 3.76 Per 1,000 Gallons 3.41 Per 1,000 Gallons 2.96 Per 1,000 Gallons 2.86 Per 1,000 Gallons 2.66 Per 1,000 Gallons 2.56 Per 1,000 Gallons
3/4 Meter	
First 3,500 Gallons	\$13.36 Minimum Bill
Next 1,500 Gallons	3.76 Per 1,000 Gallons
Next 5,000 Gallons	3.41 Per 1,000 Gallons
Next 10,000 Gallons	2.96 Per 1,000 Gallons
Next 30,000 Gallons	2.86 Per 1,000 Gallons
Next 50,000 Gallons	2.66 Per 1,000 Gallons
Over 100,000 Gallons	2.56 Per 1,000 Gallons
1 Meter	
First 5,000 Gallons	\$19.00 Minimum Bill
Next 5,000 Gallons	3.41 Per 1,000 Gallons
Next 10,000 Gallons	2.96 Per 1,000 Gallons
Next 30,000 Gallons	2.86 Per 1,000 Gallons
Next 50,000 Gallons	2.66 Per 1,000 Gallons
Over 100,000 Gallons	2.56 Per 1,000 Gallons

#### 1 1/2 Meter \$36.05 Minimum Bill First 10,000 Gallons Next 10,000 Gallons 2.96 Per 1,000 Gallons Next 30,000 Gallons 2.86 Per 1,000 Gallons Next 50,000 Gallons 2.66 Per 1.000 Gallons Over 100,000 Gallons 2.56 Per 1,000 Gallons 2 Meter First 20.000 Gallons \$65.65 Minimum Bill Next 30,000 Gallons 2.86 Per 1,000 Gallons Next 50,000 Gallons 2.66 Per 1,000 Gallons Over 100,000 Gallons 2.56 Per 1,000 Gallons 4 Meter First 50,000 Gallons \$151.45 Minimum Bill Next 50,000 Gallons 2.66 Per 1,000 Gallons Over 100.000 Gallons 2.56 Per 1.000 Gallons Schedule No. 2 5/8 x 3/4 Meter First 2,000 Gallons \$10.72 Minimum Bill Next 3.000 Gallons 3.76 Per 1,000 Gallons Next 5,000 Gallons 3.41 Per 1,000 Gallons Next 10,000 Gallons 2.96 Per 1,000 Gallons Next 30.000 Gallons 2.86 Per 1,000 Gallons Next 50,000 Gallons 2.66 Per 1,000 Gallons 2.56 Per 1,000 Gallons Over 100,000 Gallons 3/4 Meter 3.500 Gallons \$16.36 Minimum Bill First 3.76 Per 1,000 Gallons 1,500 Gallons Next Next 5,000 Gallons 3.41 Per 1,000 Gallons Next 10.000 Gallons 2.96 Per 1.000 Gallons Next 30,000 Gallons 2.86 Per 1,000 Gallons Next 50.000 Gallons 2.66 Per 1.000 Gallons Over 100,000 Gallons 2.56 Per 1,000 Gallons 1 Meter First 5.000 Gallons \$22.00 Minimum Bill Next 5,000 Gallons 3.41 Per 1,000 Gallons

2.96 Per 1,000 Gallons

2.86 Per 1,000 Gallons

2.66 Per 1.000 Gallons

2.56 Per 1,000 Gallons

Next 10,000 Gallons

Next 30,000 Gallons

Next 50.000 Gallons

Over 100,000 Gallons

# 1 1/2 Meter

First	10,000 Gallons	\$39.05 Minimum Bill
Next	10,000 Gallons	2.96 Per 1,000 Gallons
Next	30,000 Gallons	2.86 Per 1,000 Gallons
Next	50,000 Gallons	2.66 Per 1,000 Gallons
Over	100,000 Gallons	2.56 Per 1,000 Gallons

# 2 Meter

First 20,000 Gallons	\$68.65 Minimum Bill
Next 30,000 Gallons	2.86 Per 1,000 Gallons
Next 50,000 Gallons	2.66 Per 1,000 Gallons
Over 100,000 Gallons	2.56 Per 1,000 Gallons

## 4 Meter

First	50,000 Gallons	\$154.45 Minimum Bill
Next	50,000 Gallons	2.66 Per 1,000 Gallons
Over	100,000 Gallons	2.56 Per 1,000 Gallons